

House File 2169 - Introduced

HOUSE FILE 2169

BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 2086)

(SUCCESSOR TO HF 2021)

A BILL FOR

1 An Act exempting from the individual income tax all pay
2 received from the federal government for certain military
3 service in support of the national guard and including
4 retroactive applicability provisions.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 422.7, subsection 42A, Code Supplement
2 2011, is amended to read as follows:

3 42A. Subtract, to the extent included, all pay received by
4 the taxpayer from the federal government for military service
5 performed while on active duty status in the armed forces, the
6 armed forces military reserve, or the national guard, including
7 pay for service performed pursuant to 32 U.S.C. § 502(f) and 32
8 U.S.C. § 709(a) and (b).

9 Sec. 2. RETROACTIVE APPLICABILITY. This Act applies
10 retroactively to January 1, 2012, for tax years beginning on
11 or after that date.

12 EXPLANATION

13 This bill exempts from the individual income tax all pay
14 received by a taxpayer from the federal government for military
15 service performed in support of the national guard pursuant to
16 32 U.S.C. § 502(f) and 32 U.S.C. § 709(a) and (b). This exempts
17 certain income received by active duty and reserve personnel,
18 certain operational support personnel, and certain dual-status
19 federal technicians.

20 The bill applies retroactively to January 1, 2012, for tax
21 years beginning on or after that date.